

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

FINANCIAL REPORT
JUNE 30, 2013

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA
JUNE 30, 2013

Table of Contents

| | <u>Page</u> |
|--|-------------|
| Accountants' Compilation Report | 1 |
| Financial Statements | |
| Statement of Financial Position | 2 |
| Statement of Activities | 3 |
| Statement of Functional Expenses | 4 |
| Statement of Cash Flows | 5 |
| Notes to Financial Statements | 6-8 |
| Schedule of Findings & Responses | 9 |
| Schedule of Prior Year Findings | 10 |

ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Pointe Coupee Enrichment Center, Inc.
New Roads, Louisiana

We have compiled the accompanying statement of financial position of Pointe Coupee Enrichment Center, Inc. (a nonprofit organization) as of June 30, 2013 and the related statement of activities, functional expenses, and cash flows for the year then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Major, Morrison & David

Major, Morrison & David
New Roads, Louisiana
December 5, 2013

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Financial Position

June 30, 2013

ASSETS

| | | |
|---------------------------|----|-------|
| Cash and cash equivalents | \$ | 137 |
| Due from affiliates | | 3,256 |
| Grants receivable | | - |
| | | <hr/> |
| Total Assets | | 3,393 |
| | | <hr/> |

LIABILITIES

| | | |
|---------------------------------------|--|-------|
| Accounts payable and accrued expenses | | - |
| Payroll withholdings and deductions | | - |
| Notes Payable | | - |
| | | <hr/> |
| Total Liabilities | | - |
| | | <hr/> |

NET ASSETS

| | | |
|------------------|----|-------------|
| Unrestricted | | 3,393 |
| | | <hr/> |
| Total net assets | \$ | 3,393 |
| | | <hr/> <hr/> |

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Activities

For the Year Ended June 30, 2013

| | Unrestricted | Temporarily Restricted | Total |
|--|--------------|---------------------------|--------------|
| Revenues | | | |
| Support from federal grants: | | | |
| Support from Children's Trust Fund | \$ - | \$ - | \$ - |
| 21st Century Learning | - | - | - |
| Summer Food Program | - | - | - |
| Miscellaneous revenues | 2,860 | - | 2,860 |
| Net assets released from restrictions: | | | |
| Restrictions satisfied by program payments | - | - | - |
| Total revenues | 2,860 | - | 2,860 |
| Expenses | | | |
| Children's Trust Fund | - | - | - |
| 21st Century | - | - | - |
| Summer Food Program | 9,861 | - | 9,861 |
| Summer Program | 6,809 | - | 6,809 |
| Total program expenses | 16,670 | - | 16,670 |
| Management and general | 795 | - | 795 |
| Total expenses | 17,465 | - | 17,465 |
| Change in net assets | (14,605) | - | (14,605) |
| Net assets - beginning of the year | 17,998 | - | 17,998 |
| Net assets - end of year | \$ 3,393 | \$ - | \$ 3,393 |

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Functional Expenses

For the Year Ended June 30, 2013

| EXPENSES | 21st Century | Summer Food Program | Summer Program | Management & General | Total |
|-----------------------------|-------------------------|------------------------------------|---------------------------|-------------------------------------|------------------|
| Salaries & related benefits | \$ - | \$ 891 | \$ - | \$ - | \$ 891 |
| Contract services | - | 8,235 | 2,772 | - | 11,007 |
| Accounting | - | - | - | - | - |
| Advertising | - | - | - | - | - |
| Bank charges | - | - | - | 645 | 645 |
| Computer services | - | - | - | - | - |
| Field trips | - | - | 938 | - | 938 |
| Insurance | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Licenses & permits | - | - | - | - | - |
| Postage | - | - | - | - | - |
| Rent & utilities | - | - | - | 150 | 150 |
| Supplies | - | 735 | 2,489 | - | 3,224 |
| Training | - | - | - | - | - |
| Transportation | - | - | 610 | - | 610 |
| Travel | - | - | - | - | - |
| Vehicle expense | - | - | - | - | - |
| Total expenses | \$ - | \$ 9,861 | \$ 6,809 | \$ 795 | \$ 17,465 |

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.

Statement of Cash Flows

For the Year Ended June 30, 2013

Cash Flows From Operating Activities

| | |
|--|-----------------|
| Change in net position | \$ (14,605) |
| Adjustments to reconcile change in net assets to net cash provided (used) by operating activities: | |
| (Increase) decrease in: | |
| Grants receivable | 13,547 |
| Due from affiliates | 2,244 |
| Trading securities | - |
| Increase (decrease) in: | |
| Accounts payable | (17,838) |
| Income taxes payable | - |
| Other accrued liabilities | (3,498) |
| Payroll tax payables | - |
| Total adjustments | <u>(5,545)</u> |
| Net Cash Provided (Used) by Operating Activities | <u>(20,150)</u> |

Cash Flows From Investing Activities

Net Cash Provided (Used) by Investing Activities

-

-

Cash Flows From Financing Activities

Repayment of short term debt

-

Net Cash Provided (Used) by Financing Activities

-

Net increase (decrease) in cash & cash equivalents

(20,150)

Cash & cash equivalents, beginning of year

20,287

Cash & cash equivalents, end of year

\$ 137

See accountants' compilation report and accompanying notes to these statements.

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013

Note 1 - Organization

Pointe Coupee Enrichment Center, Inc. ("Center") was incorporated in the State of Louisiana as a non-profit corporation on January 6, 2008, and registered with the Internal Revenue Service as a tax-exempt entity under Section 501(c)(3) of the Internal Revenue Code.

The mission is to provide academic enrichment opportunities for school age children in the community. Its goal is to remediate and enrich at risk students by improving their academic and social progress. Eligible children between the ages of five and seventeen may enroll in the program.

Note 2 - Summary of Significant Accounting Policies

Accounting Records

The Center's accounting records are maintained on a calendar year; however, these financial statements were prepared under a fiscal year based on coinciding with grant contracts passed through the State of Louisiana, Department of Children and Family Services, Division of Programs and the Department of Education.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting.

Basis of Presentation

Financial presentation follows the recommendations of the FASB-ASC (Financial Accounting Standards Board – Accounting Standards Codification) 958, *Financial Statements of Not-for-Profit Organizations*. Under FASB-ASC 958, the Center is required to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Cash and cash equivalents

For purposes of the Statement of Cash Flows, the Center considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable consist of amounts due under federal and state grants/awards as well as amounts due for professional services rendered. The Center uses the direct write off method of accounting for uncollectible receivables. Use of this method is not materially different from the allowance method required by generally accepted accounting principles, as all receivables are considered collectible. For this reason there is no allowance recorded in the accompanying financial statements.

Contributions/Grants

The Center follows FASB-ASC 958, *Accounting for Contributions Received and Contributions Made*. In accordance with FASB-ASC 958, contributions or grants received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of time or purpose of restriction.

Revenues

The Center's revenue is derived primarily from providing services to eligible participants that are reimbursed under contracts with government entities. Revenues are recorded when reimbursements are earned.

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013

Expenses

Directly identifiable expenses are charged to programs and support services. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Center.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes

As stated previously, the Center is recognized as a tax-exempt entity under Section 501(c)(3) for income tax purposes. As of December 31, 2012, the Center has filed Form 990-EZ with the Internal Revenue Service. The organization has evaluated its positions regarding the accounting for uncertain income tax positions and does not believe that it has any material uncertain tax positions. With few exceptions, the organization is no longer subject to federal, state or local tax examinations by tax authorities for years before June 30, 2010.

Advertising

Advertising costs are expensed as incurred. Advertising costs of \$0 were incurred for the year ending June 30, 2013.

Note 3 – Cash and Cash Equivalents

The Center maintains its bank accounts at one local financial institution, all in demand deposit accounts. The center's book balances as of June 30, 2013, was \$137. Bank balances at June 30, 2013, totaled \$137 which was fully insured by the Federal Deposit Insurance Corporation (FDIC).

Note 4 – Accounts Receivables

Accounts receivable consist of \$0 due from the Department of Education for the June 2013 period for the various programs and other service revenues in the amount of \$0.

Note 5 – Payables & payroll withholdings

Payables and payroll withholdings due at June 30, 2013 totaled \$0.

Note 6 – Notes Payable

Notes payable as of June 30, 2013, totaled \$0. See note 9 related parties.

Note 7 – Operating Leases

The Center has a month to month lease for the building in which it operates. Monthly amounts vary and are payable in advance on the 1st of the month and totaled \$150 for the current year.

Note 8 – Net Assets Released from Restrictions

Net assets were released from grant restrictions by incurring expenses satisfying the restricted purpose or by the expiration of time during the year. The net assets released from restriction due to accomplishment of grant requirements totaled \$0.

POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA

NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2013

Note 9 - Related Party Transactions

During the current year, the Center advanced \$0 to the administrator which is reflected on the statement of financial position as "Due from affiliates" and is expected to be repaid within the next operating cycle. Funds in the amount of \$2,244 were repaid in the current year.

The husband of the administrator provided rental space for the operations of the center on a monthly basis (see note 7).

Note 10 - Concentration of Risk

The Center receives a majority of its funding in grants from the State of Louisiana, Department of Education. During the current year, no funds were received as grant contracts were completed at the end of the prior fiscal year end. Due to completion of the previous year's grants, operations were curtailed and scaled back in order to align expenses with the reduction of revenues. New grants for 21st Century Learning operations were signed for the 2013-14 fiscal year allowing the Center to resume operations. If the Center is unable to secure this funding in the future, the programs provided by the Center will be terminated.

Note 11 – Contingencies

The Center receives revenues from governmental grants and contracts which are subject to audit by the grantor agencies. The ultimate determination of amounts received under these programs generally is based upon allowable cost reported to and subject to audit by the grantor. Until such audits are performed, if any, there exists a contingency to refund any amount received in excess of allowable cost. Management is of the opinion that no material liability will result from such audits. No provision has been made for any possible liabilities that may arise from such audits since the amounts, if any, cannot be determined at this date.

Note 12 - Subsequent Events

Management has performed an evaluation of the Center's activities through December 5, 2013 and has concluded that there are no significant events requiring recognition or disclosure through the date and time these financial statements were available to be issued on December 5, 2013.

**POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA**

**Schedule of Findings & Responses
For the Year Ended June 30, 2013**

FINANCIAL STATEMENT FINDINGS

No current year findings.

**POINTE COUPEE ENRICHMENT CENTER, INC.
(A NONPROFIT ORGANIZATION)
NEW ROADS, LOUISIANA**

**Schedule of Prior Year Findings
For the Year Ended June 30, 2013**

FINANCIAL STATEMENT FINDINGS

No prior year findings.